

WORKFORCE SAFETY & INSURANCE
INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2004

	December-04					September-04				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Quarter	Month	Market Value	Allocation	Policy	Quarter	Net	Net	Ended	Ended
				Net ROR	Net ROR				Net ROR			6/30/2004	6/30/2004
												Net	Net
LARGE CAP DOMESTIC EQUITY													
<i>Structured Growth</i>													
Los Angeles Capital	18,700,903	1.6%	1.6%	10.37%	4.86%	16,913,809	1.5%	1.6%	-4.14%	5.80%	N/A	N/A	N/A
Total Structured Growth	18,700,903	1.6%	1.6%	10.37%	4.86%	16,913,809	1.5%	1.6%	-4.14%	5.80%	17.58%	-6.28%	-7.85%
<i>Russell 1000 Growth</i>				9.17%	3.92%				-5.23%	3.47%	17.88%	-3.74%	-6.48%
<i>Structured Value</i>													
LSV	20,138,064	1.8%	1.6%	9.01%	2.72%	18,444,895	1.7%	1.6%	3.21%	12.51%	30.56%	9.33%	8.36%
Russell 1000 Value				10.38%	3.35%				1.54%	12.08%	21.13%	2.96%	1.87%
<i>Russell 1000 Enhanced Index</i>													
LA Capital	39,446,001	3.5%	3.2%	9.28%	3.67%	36,031,485	3.3%	3.2%	-1.68%	7.44%	N/A	N/A	N/A
Russell 1000				9.80%	3.62%				-1.81%	7.81%	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>													
Westridge	38,330,271	3.4%	3.2%	9.47%	3.44%	35,011,117	3.2%	3.2%	-1.99%	7.29%	N/A	N/A	N/A
S&P 500				9.23%	3.40%				-1.87%	7.19%	N/A	N/A	N/A
<i>Index</i>													
State Street	11,530,070			9.23%	3.42%	10,538,231			-1.88%	7.17%	19.01%	-0.75%	-2.28%
Total Index	11,530,070	1.0%	1.1%	9.23%	3.42%	10,538,231	1.0%	1.1%	-1.88%	7.17%	19.01%	-0.75%	-2.28%
S&P 500				9.23%	3.40%				-1.87%	7.19%	19.11%	-0.70%	-2.21%
TOTAL LARGE CAP DOMESTIC EQUITY	128,145,308	11.2%	10.7%	9.45%	3.60%	116,939,537	10.7%	10.7%	-1.42%	7.90%	21.46%	0.15%	-1.39%
S&P 500				9.23%	3.40%				-1.87%	7.19%	19.11%	-0.70%	-2.21%
SMALL CAP DOMESTIC EQUITY													
<i>Manager-of-Managers</i>													
SEI	69,971,813	6.1%	5.3%	14.79%	3.88%	60,599,706	5.5%	5.3%	-3.60%	10.66%	32.99%	5.51%	N/A
Russell 2000 + 200bp				14.64%	3.13%				-2.36%	11.93%	35.99%	7.90%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	69,971,813	6.1%	5.3%	14.79%	3.88%	60,599,706	5.5%	5.3%	-3.60%	10.66%	32.99%	5.54%	7.29%
Russell 2000				14.09%	2.96%				-2.86%	10.83%	33.36%	6.24%	6.63%
CONVERTIBLES													
TCW	67,945,710	6.0%	6.0%	8.41%	2.91%	62,489,360	5.7%	6.0%	-4.35%	3.69%	17.50%	1.03%	3.90%
First Boston Convertible Index				5.37%	2.08%				-1.05%	4.26%	14.16%	4.89%	5.75%
INTERNATIONAL EQUITY													
<i>Large Cap - Active</i>													
Capital Guardian	24,587,699	2.2%	2.0%	10.01%	3.66%	44,149,852	4.0%	4.0%	-1.77%	8.07%	25.36%	-0.39%	0.54%
LSV	24,749,899	2.2%	2.0%	N/A	4.80%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Transition Account	(7,011)	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Large Cap - Active	49,330,587	4.3%	4.0%	10.59%	4.21%	44,149,852	4.0%	4.0%	-1.77%	8.64%	25.36%	-0.39%	0.54%
MSCI EAFE - 50% Hedged				11.11%	3.85%				-0.72%	10.31%	26.98%	-1.27%	-2.14%
<i>Small Cap - Value</i>													
Lazard	6,935,698	0.6%	0.5%	16.09%	4.65%	5,931,473	0.5%	0.5%	0.29%	16.42%	43.30%	N/A	N/A
Citigroup Broad Market Index < \$2BN				16.82%	4.90%				-0.82%	15.86%	47.95%	N/A	N/A
<i>Small Cap - Growth</i>													
Vanguard	6,753,355	0.6%	0.5%	18.89%	7.12%	5,635,197	0.5%	0.5%	0.49%	19.47%	44.68%	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				16.82%	4.90%				-0.82%	15.86%	47.95%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	63,019,640	5.5%	5.0%	12.55%	4.55%	55,716,522	5.1%	5.0%	-1.31%	11.07%	29.16%	1.02%	1.39%
MSCI EAFE - 50% Hedged				11.11%	3.85%				-0.72%	10.31%	26.98%	-1.27%	-2.14%
DOMESTIC FIXED INCOME													
<i>Core Bond</i>													
Western Asset	182,601,858	16.0%	14.7%	1.34%	1.06%	180,792,313	16.5%	14.7%	3.52%	4.91%	2.42%	7.77%	8.10%
Lehman Aggregate				0.96%	0.92%				3.20%	4.18%	0.32%	6.35%	6.95%
<i>Index</i>													
Bank of ND	230,237,998	20.2%	20.6%	0.40%	0.67%	227,516,339	20.7%	20.5%	2.54%	2.95%	0.07%	7.10%	7.25%
Bank of ND CD'S	15,580,438	1.4%	1.4%	0.86%	0.28%	16,414,462	1.5%	1.5%	0.88%	1.75%	3.53%	4.06%	4.76%
Total Index	245,818,436	21.6%	22.0%	0.43%	0.64%	243,930,801	22.2%	22.0%	2.47%	2.90%	0.28%	6.76%	7.03%
Lehman Intermediate Gov/Credit (1)				0.44%	0.68%				2.71%	3.16%	-0.05%	6.97%	7.25%
<i>BBB Average Quality</i>													
Wells Capital (formerly Strong)	102,705,996	9.0%	7.3%	2.30%	1.68%	101,360,140	9.2%	7.3%	4.51%	6.92%	1.18%	N/A	N/A
Lehman US Credit BAA				1.69%	1.56%				4.76%	6.53%	1.96%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	531,126,290	46.6%	44.0%	1.56%	0.98%	526,083,253	48.0%	44.0%	3.34%	4.95%	1.77%	7.58%	7.77%
Lehman Gov/Credit				0.80%	1.06%				3.56%	4.39%	-0.72%	6.73%	7.10%
TREASURY INFLATION PROTECTED SECURITIES (TIPS)													
Northern Trust Global Investments	123,284,754	10.8%	11.0%	2.55%	1.79%	120,197,585	11.0%	11.0%	3.71%	6.35%	N/A	N/A	N/A
Western	128,490,330	11.3%	11.0%	2.70%	1.84%	125,054,493	11.4%	11.0%	3.55%	6.35%	N/A	N/A	N/A
TOTAL TIPS	251,775,085	22.1%	22.0%	2.62%	1.81%	245,252,078	22.4%	22.0%	3.63%	6.35%	N/A	N/A	N/A
LB US TIPS Index				2.52%	1.74%				4.25%	6.88%	N/A	N/A	N/A
REAL ESTATE													
<i>Manager To Be Determined</i>	-	0.0%	6.0%	N/A	N/A	-	0.0%	6.0%	N/A	N/A	N/A	N/A	N/A
NCREIF Total Index				4.69%	1.54%				3.42%	8.27%	N/A	N/A	N/A
CASH EQUIVALENTS													
Bank of ND	27,843,607	2.4%	1.0%	0.53%	0.21%	29,890,124	2.7%	1.0%	0.44%	0.97%	1.20%	1.72%	3.39%
90 Day T-Bill				0.48%	0.21%				0.37%	0.85%	0.98%	1.71%	3.30%
TOTAL WSI	1,139,827,452	100.0%	100.0%	3.80%	1.78%	1,096,970,581	100.0%	100.0%	1.60%	5.46%	9.62%	5.50%	5.97%
POLICY TARGET BENCHMARK				3.77%	1.78%				2.27%	6.13%	7.25%	5.18%	5.41%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.